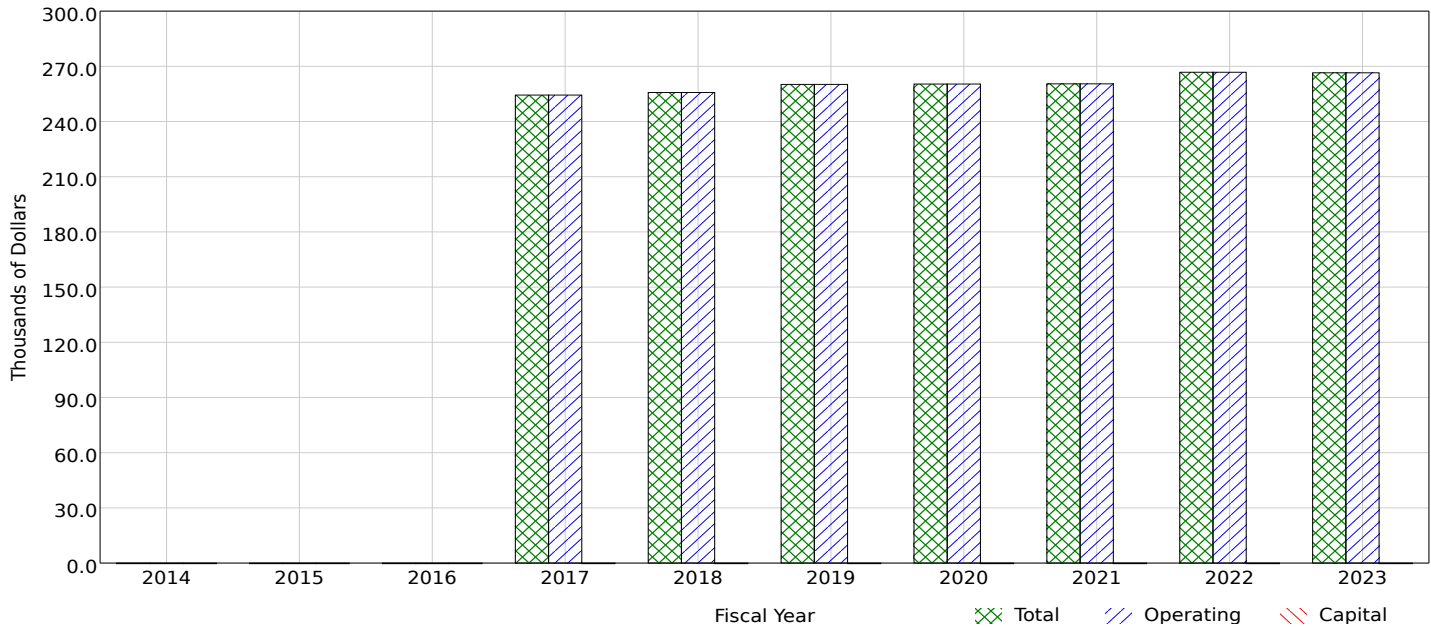


Fund Source Report

1245 AirPrt IA Rural Airport Lease I/A

Year Authorized 2017	Year Repealed	Active? Yes	Mental Health? No	Duplicated? Yes	Fund Group Other Designated
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Operating and Capital Appropriations



Legal Authority

federal register volume 64, number 30, page 7716--February 16, 1999

Source of Revenue

Interagency receipts.

Restrictions on Use

Federal requirements (federal register volume 64, number 30, page 7716--February 16, 1999) limit use of revenue generated from any airport activity to capital or operating costs of airports.

Description and History

April 2016

The FAA contacted the Department of Revenue regarding tracking proceeds of the aviation fuel tax to ensure that the state was meeting federal requirements (federal register volume 64, number 30, page 7716--February 16, 1999) that revenue generated from any airport activity be spent for capital or operating costs of airports. Until recently, expenditure tracking was deemed unnecessary because annual state expenditures on airports exceed annual revenue. This fund code was created in response to federal concern for more explicit tracking of revenue and expenditures. It is used to track expenditure of revenue associated with airport services purchased by state agencies.

The code is classified as duplicated, dedicated funds (due to the federally restricted use of the proceeds) and may be used in the Department of Transportation and Public Facilities budget for capital or operating appropriations associated with airports. The reclassification of expenditures from designated general funds to dedicated revenue will also require the Department of Revenue to reclassify the revenue stream from designated revenue to restricted revenue.